

Distributed Energy Resources for Federal Facilities Workshop

FEMP Resources: Financial Assistance

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May 24, 2002

Benefits of Alternative Financing

Federal agencies across the country have used these mechanisms to:

- Reduce energy use and cost
- Improve buildings
- Solve maintenance problems
- Provide safer and healthier living and working conditions
- Help meet Federal energy, water, and emissions-reduction goals



No Appropriations available?

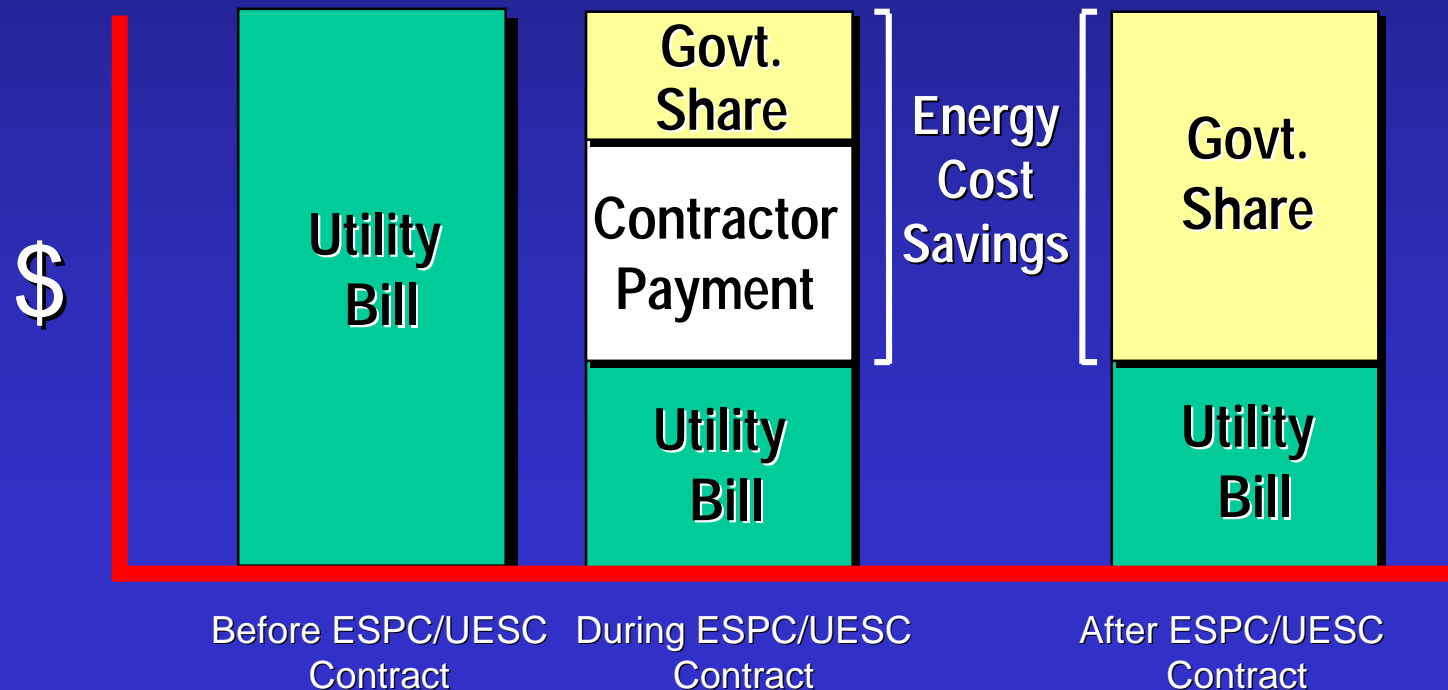
FEMP Can Help with alternative financing:

- Super Energy Savings Performance Contracts (Super ESPCs)
- Utility Energy Services Contracts (UESCs).
- Enhanced-Use Lease Agreements (VA mechanism)



Reallocating the Government's Utility Budget

- Pay a lower utility bill
- Pay the contractor
- Achieve cost savings for the government



FEMP Financing Assistance

FEMP's technical and project financing experts can provide:

- Help to determine which contracting mechanism best fits your need
- Training for agency acquisition teams
- Education and advisory support to agency staff on legal, technical, financial, and contractual issues



FEMP Financing Assistance (Continued)

- User-friendly guidance documents
- Help developing requests for proposals, initial proposals, and task or delivery orders
- Review of price and technical proposals
- Experienced project facilitators to guide you through the entire process of developing and implementing a project



VA choice: greater consideration of enhanced use lease (EUL) for energy projects

Avoids long-term contingent liabilities

- 2-year automatic renewal meets OMB budget scoring policies

Demonstrated advantages for energy plants – combined heat and power (CHP)

- Example – VAMC Mountain Home



Depending on the project, EUL may have unique advantages for CHP implementation

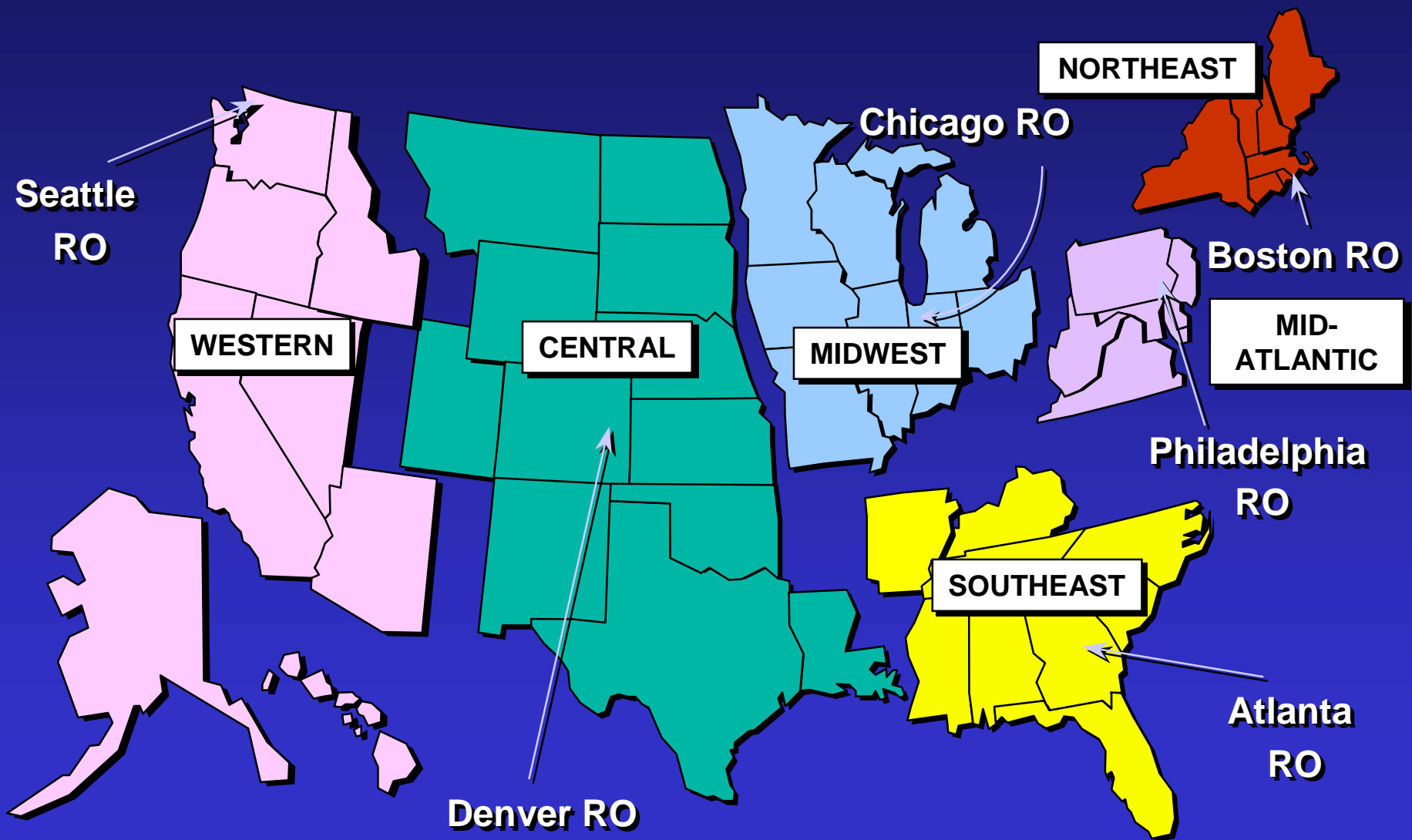
Financing possible without long-term federal contingent liability

- property interest helps secure investment
- non-federal customers (steam, chilled water, electricity) on long-term contracts help secure investment
- due to above, cost of credit enhancement is reasonable

Heavy infrastructure development possible

- investments can be amortized over longer periods
- can count savings from energy commodity purchasing

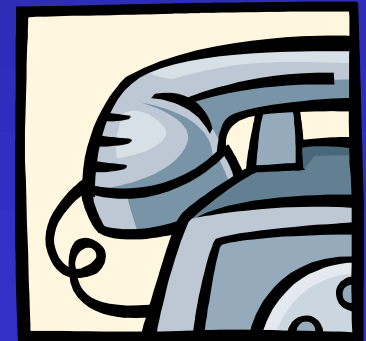
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Or Visit:

<http://www.eren.doe.gov/femp/financealt.html>